

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PETITION OF AT&T COMMUNICATIONS OF THE)	
SOUTH CENTRAL STATES, INC. FOR REDUCED)	CASE NO.
REGULATION OF INTRASTATE TELECOMMUNI-)	92-297
CATIONS SERVICES)	

O R D E R

On July 16, 1992, AT&T of the South Central States, Inc. ("AT&T") requested reduced regulation of its intrastate telecommunications services pursuant to KRS 278.512. On July 23, 1993, the Commission issued its Final Order in this proceeding. On August 3, 1993, AT&T requested reconsideration of that portion of the order requiring AT&T to maintain its books and records in accordance with the Uniform System of Accounts ("USoA"). On August 23, 1993, the Commission granted AT&T's request for rehearing. On August 24, 1993, AT&T filed additional testimony addressing the issue of the USoA waiver. On August 30, 1993, the Attorney General of the Commonwealth of Kentucky, by and through his Utility and Rate Intervention Division ("AG"), submitted a request for information to AT&T. On September 2, 1993, AT&T filed its response to the AG's request.

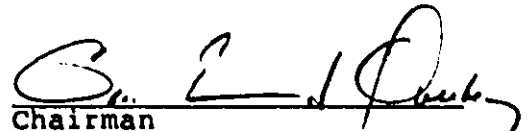
AT&T argued that requiring it to maintain books and records in accordance with the USoA is inconsistent with achieving equal regulation for all interexchange carriers, and further that no party objects to the removal of USoA bookkeeping requirements. AT&T's rehearing testimony also indicates that removing the USoA requirement will result in reduced accounting requirements, which

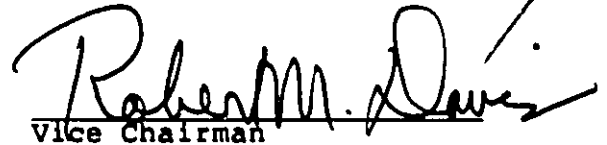
in turn will result in cost savings of approximately \$200,000 annually. In view of the additional information relating to cost savings included in AT&T's rehearing testimony, the Commission finds that the USOA waiver should be granted.

IT IS THEREFORE ORDERED that AT&T be granted a waiver from all USOA accounting requirements pertaining to its Kentucky jurisdictional operations.

Done at Frankfort, Kentucky, this 29th day of September, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director